

1
2 UNITED STATES DISTRICT COURT
3 WESTERN DISTRICT OF WASHINGTON
4 AT TACOMA

5 BETHESDA SLAVIC CHURCH,

6 Plaintiff,

7 v.

8 ASSEMBLIES OF GOD LOAN FUND,
9 et al.,

10 Defendants.

CASE NO. C12-5175 BHS

ORDER DENYING AS MOOT
DEFENDANTS' MOTION TO
CLARIFY AND DISSOLVE
PRELIMINARY INJUNCTION

11 This matter comes before the Court on Defendants Assemblies of God Loan Fund
12 and Assemblies of God Financial Services Group's ("AG Defendants") motion to clarify
13 and dissolve preliminary injunction (Dkt. 35). The Court has considered the pleadings
14 filed in support of and in opposition to the motion and the remainder of the file and
15 hereby denies the motion as moot for the reasons stated herein.

16 **I. PROCEDURAL HISTORY**

17 On February 22, 2012, Plaintiff Bethesda Slavic Church ("Church") filed a
18 complaint in the Superior Court for the State of Washington in and for Clark County
19 against the AG Defendants, Fidelity National Title Insurance Company, and Does 1–20
20 Dkt. 1, ¶ 1. The Church also filed an ex parte motion for temporary restraining order to
21 enjoin a Trustee's sale that was scheduled for February 24, 2012. Dkt. 1-1 at 53. The
22 state court granted the temporary restraining order. *See* Dkt. 12.

1 On February 29, 2012, the AG Defendants removed the matter to this Court. Dkt.

2 1.

3 On March 12, 2012, the Church filed an emergency motion for a temporary
4 restraining order and preliminary injunction. Dkt. 13. On March 14, 2012, the Church
5 informed the Court that it withdrew its motion for a temporary restraining order, but still
6 requested a preliminary injunction. *See* Dkt. 16. On April 2, 2012, the AG Defendants
7 responded. Dkt. 22.

8 On April 10, 2012, the Court held a hearing on the motion and considered oral
9 argument of counsel. *See* Dkt. 34. That same day, the Court granted the Church's
10 motion for a preliminary injunction and required the Church to post a bond in the amount
11 of the monthly payments of the loan. Dkt. 33. The Court required "the Church to pay
12 this amount to the clerk of the Court every 30 days beginning on Thursday April 12, 2012
13 at 4:30PM." *Id.* at 5–6. The Court also ordered that the injunction "shall automatically
14 dissolve if the Church fails to make its first payment on Thursday, April 12, 2012, by
15 4:30PM or any payment thereafter." *Id.* at 6.

16 On April 12, 2012, the Church deposited the first payment with the clerk in the
17 amount of \$35,251.08. The Church did not deposit a second payment 30 days later.

18 On May 3, 2012, the AG Defendants filed a motion to clarify and dissolve the
19 preliminary injunction. Dkt. 35. On May 14, 2012, the Church responded. Dkt. 37. On
20 May 16, 2012, the AG Defendants replied. Dkt. 39.

1 **II. DISCUSSION**

2 With regard to the preliminary injunction, it automatically dissolved when the
3 Church failed to make the second payment. Therefore, the Court denies the AG
4 Defendants' motion as moot.

5 With regard to the AG Defendants' foreclosure plan (Dkt. 35, Exh. 1), the Court
6 declines to either affirm or deny that the plan conforms to the applicable provisions of the
7 Washington Deed of Trust Act ("DTA").

8 With regard to the Church's request that the Court order the return of the initial
9 payment of \$35,251.08, the Church's request for affirmative relief is improperly
10 presented in a response brief. Moreover, the payment shall remain in the Court's registry
11 until the ultimate determination on the merits of the Church's claim that the AG
12 Defendants' April 13, 2012 foreclosure violated the DTA. The Court notes that, in
13 issuing the preliminary injunction, the Court found that the Church was likely to succeed
14 on the merits of this claim. At this time, however, the Court denies the Church's request.

15 **III. ORDER**

16 Therefore, it is hereby **ORDERED** that the AG Defendants' motion to clarify and
17 dissolve preliminary injunction (Dkt. 35) is **DENIED as moot**.

18 Dated this 25th day of May, 2012.

19
20 

21 BENJAMIN H. SETTLE
22 United States District Judge